

UNITED STATES DISTRICT COURT  
DISTRICT OF MASSACHUSETTS

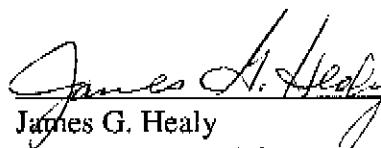
DANIEL L. SIMON, )  
Plaintiff )  
v. ) CIVIL ACTION  
CHOICE HOTELS INTERNATIONAL, INC., ) NO. 04-10716 RWZ  
NEW ENGLAND RESORT MANAGEMENT, )  
LLC d/b/a CLARION NANTASKET BEACH )  
HOTEL, FERDINAND J. KILEY, )  
Defendants )

**CHOICE HOTELS INTERNATIONAL INC.'S**  
**CORPORATE DISCLOSURE STATEMENT**  
**(LOCAL RULE 7.3)**

Choice Hotels International, Inc. by its Assistant General Counsel James G. Healy, states that:

1. Choice Hotels International, Inc. is a publicly traded corporation.
2. Choice Hotels International, Inc. has no affiliations with any other publicly traded entities.
3. No publicly owned company owns 10% or more of its stock.

Date: 5-20-04

  
James G. Healy  
James G. Healy  
Assistant General Counsel